

SCOTT'S RESTAURANTS CO. LIMITED

And Subsidiary Companies

CONSOLIDATED BALANCE SHEET

July 10, 1977 Dec. 26, 1976
(unaudited) (audited)

Assets

Current

Short Term Investments
and Cash..... \$ 9,210,659 \$ 9,397,611

Accounts Receivable,
Inventories and
Miscellaneous..... 1,500,972 1,177,232
\$10,711,631 \$10,574,843

Franchises at cost — less
amortization..... 3,230,979 3,335,209

Investments at cost..... 195,298 202,580

Fixed Assets at Cost—less
Depreciation..... 33,319,984 31,936,293
\$47,457,892 \$46,048,925

Liabilities

Current

Accounts payable and
accrued expenses... \$ 5,367,848 \$ 5,663,136

Income Tax Payable... 117,687 1,177,438
\$ 5,485,535 \$ 6,840,574

Deferred Income Tax.... 2,300,202 2,214,202
\$ 7,785,737 \$ 9,054,776

Shareholders' Equity

Share Capital
(8,386,520 shares at
July 10/77)..... 5,742,106 5,742,106

Retained Earnings..... 33,930,049 31,252,043
\$39,672,155 \$36,994,149
\$47,457,892 \$46,048,925

AR49

Scott's Restaurants Co. Limited



Interim Report to Shareholders

28 WEEKS ENDED JULY 10, 1977

SCOTT'S RESTAURANTS CO. LIMITED

And Subsidiary Companies

(unaudited interim report)

CONSOLIDATED STATEMENT OF EARNINGS

	<i>For the 28 weeks ended</i>	
	<i>July 10, 1977</i>	<i>July 11, 1976</i>
Sales	\$52,298,830	\$46,777,287
Earnings before depreciation and amortization	7,510,704	7,647,912
Provision for depreciation and amortization of franchises	1,358,599	1,082,402
	\$ 6,152,105	\$ 6,565,510
Income from investments	344,542	308,063
Earnings before Income Tax	6,496,647	6,873,573
Estimated Income Taxes	2,728,592	2,955,636
Net Earnings	\$ 3,768,055	\$ 3,917,937
Earnings per Share	44.9¢	46.7¢

CONSOLIDATED STATEMENT OF SOURCE AND APPLICATION OF FUNDS

SOURCE OF FUNDS

Net Earnings for the period	\$ 3,768,055	\$ 3,917,937
Add expenses not requiring cash expenditure including depreciation, amortizations and deferred Income Tax	1,445,599	1,302,412
Funds provided by Operations	5,213,654	5,220,349
Other	6,284	6,394
	\$ 5,219,938	\$ 5,226,743

APPLICATION OF FUNDS

Additions to Fixed Assets and franchises	\$ 2,638,060	\$ 3,836,764
Dividend Paid	1,090,051	1,006,383
	\$ 3,728,111	\$ 4,843,147

INCREASE IN WORKING CAPITAL	\$ 1,491,827	\$ 383,596
Working Capital beginning of period	3,734,269	1,867,236
Working Capital end of period	\$ 5,226,096	\$ 2,250,832